

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02146A

Peeples Valley Water Company

P O Box 88006

Phoenix, AZ 85080

RECEIVED

AZ CORP COMM
Director Utilities

ANNUAL REPORT

Water

FOR YEAR ENDING

12	31	2010
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4-26-11

COMPANY INFORMATION

Company Name (Business Name) _____Peeples Valley Water Company

Mailing Address _____P O Box 88006

(Street)
_____**Phoenix, AZ 85080**

(City) (State) (Zip)

_____**602-866-2329** **602-8330313** **602-432-2516**

Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email
Address _____**ursaz@aol.com**

Local Office Mailing Address _____P O Box 88006

_____**Phoenix, AZ 85080**

(Street)

(City) (State) (Zip)

_____**602-866-2329** **602-866-0313** **602-432-2516**

Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address _____**ursaz@aol.com**

MANAGEMENT INFORMATION

☐ **Regulatory Contact:**

☐ **Management Contact:** _____Richard Darnall Manager

(Name) (Title)

_____**P O Box 88006** **Phoenix, AZ 8/5080**

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address _____

On Site Manager: __ Carl Valentine

(Name)

12173 N. 87th Dr. **Peoria, AZ 85345**
(Street) (City) (State) (Zip)

623-399-3619 6239794712 623-293-1597
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address
cvalintine@graceenvironmental.com _____

Statutory Agent:R. J. Lloyd

(Name)

7501 E. McCormick Pkwy Scottsdale, AZ 85258

(Street)

480-998-8888 480-998-8887

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Attorney:R. J Lloyd

(Name)

7501 E. McCormick Pkwy Scottsdale, AZ 85258

(Street)

480-998-8888

(City)

480-998-8887

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☒ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe)

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☒ YAVAPAI

☐ YUMA

☐ STATEWIDE

3

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	25,427	5,065	22,362
307	Wells and Springs	115,173	92,348	22,825
311	Pumping Equipment	29,535	29,535	0
320	Water Treatment Equipment	27,142 (1)	13,164	13,988
330	Distribution Reservoirs and Standpipes	106,683	81,823	22,860
331	Transmission and Distribution Mains	147,739	113,598	34,141
333	Services	29,035	20,546	8,489
334	Meters and Meter Installations	23,649	22,393	1,255
335	Hydrants	5,089	1,034	4,055
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	1,298	65	1,293
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	510,769	379,502	131,268



COMPANY NAME: Peeples Valley Water Company

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	27,427	3.30	905
307	Wells and Springs	115,173	3.30	3,801
311	Pumping Equipment	29,535	12.50	0
320	Water Treatment Equipment	27,142	Various (1)	992
330	Distribution Reservoirs and Standpipes	104,683	2.22	2,324
331	Transmission and Distribution Mains	147,739	2.00	2,955
333	Services	29,035	3.33	967
334	Meters and Meter Installations	23,649	8.33	1,970
335	Hydrants	5,089	2.00	102
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	1,298	5.00	65
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	510,769		14,073

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 20,238	\$ 46,365
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	12,759	12,902
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	2,742	2,742
162	Prepayments	854	803
174	Miscellaneous Current and Accrued Assets	59,774	15,515
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 96,367	\$ 78,327
	FIXED ASSETS		
101	Utility Plant in Service	\$ 510,769	\$ 510,769
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	365,424	379,502
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 145,345	\$ 131,268
	TOTAL ASSETS	\$ 241,712	\$ 209,595

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ 8,963	\$ 10,878
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 8,963	\$ 10,878
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	8,704	7,771
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	152,742	121,722
272	Less: Amortization of Contributions	117,536	121,722
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 48,910	\$ 7,771
	TOTAL LIABILITIES	\$ 57,873	\$ 18,649
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value	273,813	273,813
215	Retained Earnings	(89,974)	(82,867)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 183,839	\$ 190,946
	TOTAL LIABILITIES AND CAPITAL	\$ 241,712	\$ 209,595

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 117,623	\$ 115,482
460	Unmetered Water Revenue		
474	Other Water Revenues	660	615
	TOTAL REVENUES	\$ 118,283	\$ 116,097
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	6,497	6,726
618	Chemicals	8,657	2,891
620	Repairs and Maintenance	35,702	21,585
621	Office Supplies and Expense	1,571	0
630	Outside Services	43,800	46,515
635	Water Testing	2,899	2,481
641	Rents	9,819	10,758
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case	3,115	1,730
675	Miscellaneous Expense	1,196	1,369
403	Depreciation Expense	5,939	9,892
408	Taxes Other Than Income		
408.11	Property Taxes	3,253	4,310
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 122,449	\$ 108,256
	OPERATING INCOME/(LOSS)	\$ (4,166)	\$ 7,841
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 3	\$ 8
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$ 3	\$ 8
	NET INCOME/(LOSS)	\$ (4,163)	\$ 7,849

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End	<u>\$ 7,771</u>
Meter Deposits Refunded During the Test Year	<u>\$ 1,858</u>

COMPANY NAME Peeples Valley Water Company	
Name of System:	ADEQ Public Water System Number: 13-078

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-625279	10	85	115	8	2	1970
558 -563104	10	100	225	8	2	1996

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5.0	2	2	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
80,000	2	5,000	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME Peeples Valley Water Company	
Name of System:	ADEQ Public Water System Number: 13-078

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS			CUSTOMER METERS	
Size (in inches)	Material	Length (in feet)	Size (in inches)	Quantity
2			5/8 X 3/4	177
3			3/4	9
4	PVC	3,800	1	21
5			1 1/2	6
6	PVC	39,000	2	1
8	PVC	500	Comp. 3	
10			Turbo 3	
12			Comp. 4	
			Turbo 4	
			Comp. 6	
			Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:
___Chlorine injection pumps at both wells.
Yarney separator and Excek 1 & 3 micron filters at well No.2.

STRUCTURES:
___Chain link fencing around both wells and storage tanks.
Elevated concrete pad at well No.2.
Building around Well No. 2

OTHER:

COMPANY NAME: Peeples Valley Water Company	
Name of System:	ADEQ Public Water System Number: 13-078

UTILITY SHUTOFFS / DISCONNECTS

MONTH		Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY				
FEBRUARY			1	
MARCH				
APRIL				
MAY			1	
JUNE				
JULY				
AUGUST			2	
SEPTEMBER				
OCTOBER			1	
NOVEMBER				
DECEMBER				
TOTALS →			5	

OTHER (description):

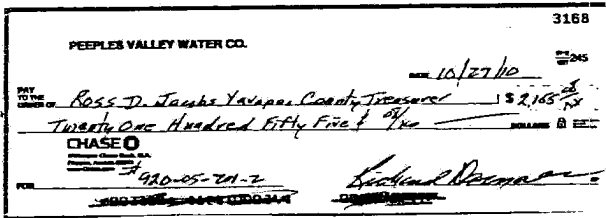
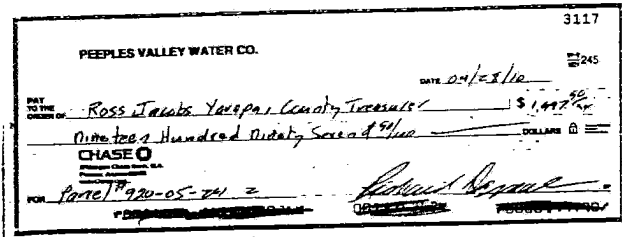
COMPANY NAME Peeples Valley Water Company
YEAR ENDING 12/31/2010

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2010 was: \$ 4,153

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____



**VERIFICATION
AND
SWORN STATEMENT**
Taxes

RECEIVED

ARIZONA CORP. COMM.
Director Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)
<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE
<u>Dave Hall, President</u>
COMPANY NAME
<u>Peoples Valley Water Company</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2010</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.


SIGNATURE OF OWNER OR OFFICIAL
480-998-8888
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

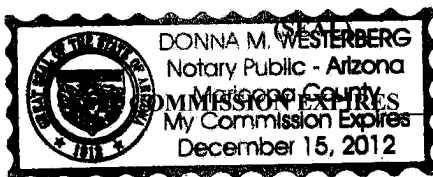
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

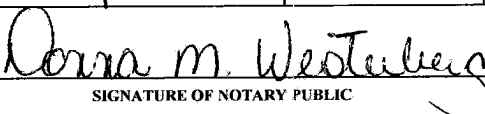
THIS

19

DAY OF

COUNTY NAME	<u>Maricopa</u>	
MONTH	<u>April</u>	<u>2011</u>




SIGNATURE OF NOTARY PUBLIC
12-15-2012

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	_____ N/A _____
Estimated or Actual Federal Tax Liability	_____
State Taxable Income Reported	_____
Estimated or Actual State Tax Liability	_____
Amount of Grossed-Up Contributions/Advances:	
Amount of Contributions/Advances	_____
Amount of Gross-Up Tax Collected	_____
Total Grossed-Up Contributions/Advances	_____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year’s annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

_____ SIGNATURE	_____ DATE
_____ PRINTED NAME	_____ TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
Maricopa
NAME (OWNER OR OFFICIAL) TITLE
Dave Hall, President
COMPANY NAME
Peebles Valley Water Company

42 CORP. COMM
DIRECTOR

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT


IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2010 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 123,622

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 8,140
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**



SIGNATURE OF OWNER OR OFFICIAL
480-998-8888

TELEPHONE NUMBER

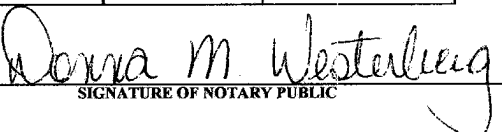
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 19 DAY OF

COUNTY NAME	<u>maricopa</u>	
MONTH	<u>April</u>	<u>2011</u>





SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

RECEIVED

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2010

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2010 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 123,622

THE AMOUNT IN BOX AT LEFT

INCLUDES \$ 8,140

IN SALES TAXES BILLED, OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

SIGNATURE OF OWNER OR OFFICIAL

480-988-8888

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

19th

DAY OF

NOTARY PUBLIC NAME

Donna M. Westerberg

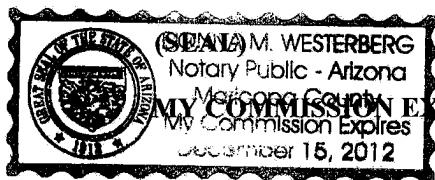
COUNTY NAME

Maricopa

MONTH

April

.20 11



Donna M. Westerberg
Notary Public - Arizona
Maricopa County
My Commission Expires
December 15, 2012

MY COMMISSION EXPIRES 12-15-2012

SIGNATURE OF NOTARY PUBLIC